

## ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

May 14, 1987

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE. NEW MEXICO 87501 (505) 827-5800

Mr. Thomas Kellahin Kellahin, Kellahin & Aubrey Attorneys at Law Post Office Box 2265 Banta Fe, New Mexico	Re:	CASE NO. 9005 ORDER NO. R-8444 Applicant: Curtis J. Little
Dear Sir:		•
Enclosed herewith are two copies of the above-referenced Division order recently entered in the subject case.		
Sincerely,		
Florene Davidson		
FLORENE DAVIDSON OC Staff Specialist		
Copy of order also sent to:		
Hobbs OCD X Artesia OCD X Aztec OCD X		
Other Sylvia Little, Jack Cayias		

# STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NO. 9095 Order No. R-8444

APPLICATION OF CURTIS J. LITTLE FOR THE PROMULGATION OF SPECIAL POOL RULES FOR THE OJITO GALLUP-DAKOTA OIL POOL OR, IN THE ALTERNATIVE, AROLISH THE OJITO GALLUP-DAKOTA OIL POOL AND EXTEND THE WEST LINDRITH GALLUP-DAKOTA OIL POOL, RIO ARRIBA AND SANDOVAL COUNTIES, NEW MEXICO.

#### ORDER OF THE DIVISION

This cause came on for hearing at 8:15 a.m. on April 8, 1987, at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this <u>13th</u> day of May, 1987, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

#### FINDS THAT:

- (1) Due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.
- (2) The applicant, Curtis J. Little, seeks the promulgation of special rules for the Ojito Gallup-Dakota Oil Pool located in Rio Arriba County, New Mexico, including a provision for 160-acre spacing and proration units, or in the alternative, to abolish the Ojito Gallup-Dakota Oil Pool and to concomitantly expand the horizontal limits of the West Lindrith Gallup-Dakota Oil Pool to include the horizontal extent of the abolished pool plus the E/2 NE/4 of Section 21, Township 25 North, Range 3 West, NMPM, Rio Arriba County, New Mexico.
- (3) The Ojito Gallup-Dakota Oil Pool is currently governed by the general statewide rules and regulations, including a provision for 40-acre oil spacing and proration units.

- (4) The West Lindrith Gallup-Dakota Oil Pool located in Rio Arriba and Sandoval Counties, New Mexico, is currently governed by special rules and regulations promulgated by Division Order No. R-4314, dated May 31, 1972, including a provision for 160-acre spacing and proration units.
- (5) The applicant failed to provide sufficient geological and engineering evidence to indicate that any of the existing wells within the subject area could effectively and efficiently drain more than 40 acres or to indicate that the two pools shared a common reservoir.
  - (6) This application should therefore be denied.

### IT IS THEREFORE ORDERED THAT:

- (1) The application of Curtis J. Little for the promulgation of special rules for the Ojito Gallup-Dakota Oil Pool located in Rio Arriba County, New Mexico, including a provision for 160-acre spacing and proration units, or in the alternative, to abolish said Ojito Gallup-Dakota Oil Pool and to concomitantly expand the horizontal limits of the West Lindrith Gallup-Dakota Oil Pool located in Rio Arriba and Sandoval Counties, New Mexico, to include the horizontal extent of the abolished pool plus the E/2 NE/4 of Section 21, Township 25 North, Range 3 West, NMPM, Rio Arriba County, New Mexico, is hereby denied.
- (2) Jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinghove designated.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

WILLIAM J. LEMAY,

Director